

PSSB 5096 - S COMM AMD TO S-1047.5/21

[A.14]

By Committee on Ways & Means

On page 12, beginning on line 1, strike all of section 115 and insert the following:

"NEW SECTION. Sec. 115. All receipts from taxes, penalties, and interest collected under this chapter must be deposited in the taxpayer relief account hereby created in the state treasury. Beginning with state sales and use taxes imposed in calendar year 2024, and adjusted each year thereafter, the department must lower the state sales and use tax rate under RCW 82.08.010 to reduce state sales and use tax collections for the calendar year in an amount equal to the fund balance in the taxpayer relief account as of December 1 of the prior calendar year. The rate reduction required in this section must be to the nearest one-tenth of a percent. The department must provide notice to affected taxpayers by December 15th."

On page 12, after line 8, insert the following:

"Sec. 201. RCW 82.08.020 and 2014 c 140 s 12 are each amended to read as follows:

(1) Subject to a rate reduction required under section 115 of this act, there is levied and collected a tax equal to six and five-tenths percent of the selling price on each retail sale in this state of:

(a) Tangible personal property, unless the sale is specifically excluded from the RCW 82.04.050 definition of retail sale;

1 (b) Digital goods, digital codes, and digital automated
2 services, if the sale is included within the RCW 82.04.050
3 definition of retail sale;

4 (c) Services, other than digital automated services, included
5 within the RCW 82.04.050 definition of retail sale;

6 (d) Extended warranties to consumers; and

7 (e) Anything else, the sale of which is included within the RCW
8 82.04.050 definition of retail sale.

9 (2) There is levied and collected an additional tax on each
10 retail car rental, regardless of whether the vehicle is licensed in
11 this state, equal to five and nine-tenths percent of the selling
12 price. The revenue collected under this subsection must be deposited
13 in the multimodal transportation account created in RCW 47.66.070.

14 (3) Beginning July 1, 2003, there is levied and collected an
15 additional tax of three-tenths of one percent of the selling price
16 on each retail sale of a motor vehicle in this state, other than
17 retail car rentals taxed under subsection (2) of this section. The
18 revenue collected under this subsection must be deposited in the
19 multimodal transportation account created in RCW 47.66.070.

20 (4) For purposes of subsection (3) of this section, "motor
21 vehicle" has the meaning provided in RCW 46.04.320, but does not
22 include:

23 (a) Farm tractors or farm vehicles as defined in RCW 46.04.180
24 and 46.04.181, unless the farm tractor or farm vehicle is for use in
25 the production of marijuana;

26 (b) Off-road vehicles as defined in RCW 46.04.365;

27 (c) Nonhighway vehicles as defined in RCW 46.09.310; and

28 (d) Snowmobiles as defined in RCW 46.04.546.

29 (5) Beginning on December 8, 2005, 0.16 percent of the taxes
30 collected under subsection (1) of this section must be dedicated to
31 funding comprehensive performance audits required under RCW
32 43.09.470. The revenue identified in this subsection must be
33 deposited in the performance audits of government account created in
34 RCW 43.09.475.

1 (6) The taxes imposed under this chapter apply to successive
2 retail sales of the same property.

3 (7) The rates provided in this section apply to taxes imposed
4 under chapter 82.12 RCW as provided in RCW 82.12.020. "

5
6 Renumber the remaining sections consecutively and correct any
7 internal references accordingly.

8
9 Correct the title |

| EFFECT: Deposits all revenues into the taxpayer relief account.
Beginning with state sales and taxes imposed in 2024, reduces the
state sales and use tax rate to reduce tax collections by an amount
approximately equal to the taxpayer relief account fund balance as
of December 1 of the prior year.

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